

Department of Health Services

Summary

JLBC: Beth Kohler

OSPB: Bob Chapko

DESCRIPTION	FY 2003	FY 2004	FY 2005	
	ACTUAL	ESTIMATE	OSPB	JLBC
PROGRAM BUDGET				
Administration	22,562,300	28,797,900		30,251,900
Public Health	25,464,400	39,242,500		38,735,300
Family Health	49,576,500	52,735,600		61,078,700
Behavioral Health	587,119,500	677,889,100		759,296,300
Arizona State Hospital	58,013,700	58,736,600		58,736,600
Federal Match Rate Change	0	(18,318,300)		0
AGENCY TOTAL	742,736,400	839,083,400		948,098,800
OPERATING BUDGET				
<i>Full Time Equivalent Positions</i>	1,683.4	1,702.5		1,704.5
Personal Services	38,678,700	40,154,000		40,127,300
Employee Related Expenditures	9,695,300	11,439,400		11,430,900
Professional and Outside Services	9,642,300	9,024,500		9,024,500
Travel - In State	284,700	355,900		355,900
Travel - Out of State	17,600	28,600		28,600
Other Operating Expenditures	13,328,600	14,807,000		15,424,000
Equipment	1,742,500	288,500		288,500
OPERATING SUBTOTAL	73,389,700	76,097,900		76,679,700
Special Line Items (SLI)	669,346,700	762,985,500		871,419,100
AGENCY TOTAL	742,736,400	839,083,400		948,098,800
FUND SOURCES				
General Fund	297,381,400	317,325,100		364,981,500
<u>Other Appropriated Funds</u>				
Arizona Medical Board Fund	0	100,000		100,000
Arizona State Hospital Fund	6,605,700	8,300,000		8,300,000
ASH Land Earnings Fund	632,500	650,000		650,000
Capital Outlay Stabilization Fund	0	1,100,000		1,576,200
CBH Tobacco Settlement Fund	4,729,200	0		0
Child Fatality Review Fund	88,400	100,000		100,000
Disease Control Research Fund	1,000,000	0		0
Emergency Medical Services Operating Fund	3,216,600	3,810,900		3,836,800
Environmental Laboratory Licensure Revolving Fund	507,900	822,800		822,800
Federal Child Care and Development Fund Block Grant	287,900	410,800		410,800
Health Research Fund	3,000,000	6,500,000		6,500,000
Indirect Cost Fund	4,274,500	6,873,300		6,908,500
Medical Services Stabilization Fund	680,400	0		0
Newborn Screening Program Fund	2,828,200	3,718,400		3,718,400
Nursing Care Institution Resident Protection Fund	0	38,000		38,000
Poison Control Fund	1,387,500	1,850,000		1,850,000
SMI Services Fund	13,986,500	0		0
Substance Abuse Services Fund	3,350,000	0		0
TTHCF Health Education Account	2,500,000	0		0
TTHCF Medically Needy Account	17,671,200	29,424,800		29,424,800
Vital Records Electronic Systems Fund	0	1,400,000		1,400,000
SUBTOTAL - Other Appropriated Funds	66,746,500	65,099,000		65,636,300
SUBTOTAL - Appropriated Funds	364,127,900	382,424,100		430,617,800

DESCRIPTION	FY 2003 ACTUAL	FY 2004 ESTIMATE	FY 2005 OSP	FY 2005 JLBC
<u>Expenditure Authority Funds</u>				
Federal Title XIX Funds	331,799,000	409,849,800		470,671,500
Tobacco Litigation Settlement Fund	46,809,500	46,809,500		46,809,500
SUBTOTAL - Expenditure Authority Funds	378,608,500	456,659,300		517,481,000
SUBTOTAL - Appropriated/Expenditure Authority Funds	742,736,400	839,083,400		948,098,800
Other Non-Appropriated Funds	111,732,800	107,307,700		90,051,700
Federal Funds	190,744,400	221,165,200		219,163,400
TOTAL - ALL SOURCES	1,045,213,600	1,167,556,300		1,257,313,900

CHANGE IN FUNDING SUMMARY

FY 2004 to FY 2005 JLBC

	\$ Change	% Change
General Fund	47,656,400	15.0%
Other Appropriated Funds	537,300	0.8%
Expenditure Authority Funds	60,821,700	13.3%
Total Appropriated/Expenditure Authority Funds	109,015,400	13.0%
Non Appropriated Funds	(19,257,800)	(5.9%)
Total - All Sources	89,757,600	7.7%

AGENCY DESCRIPTION — The Department of Health Services (DHS) is responsible for the provision of most public health programs not administered by AHCCCS, most behavioral health programs, the Arizona State Hospital (ASH), emergency medical services, state laboratory support, vital records maintenance, disease control, and epidemiological monitoring.

PERFORMANCE MEASURES	FY 2003 Appropriation	FY 2003 Actual	FY 2004 Appropriation	FY 2005 Recommend.
• % of agency staff turnover	9.0	9.7	9.0	9.0

RECOMMENDED CHANGES FROM FY 2004

State Lab Operations and Maintenance	OF	\$ 476,200
Title XIX Caseload	GF	28,025,500
Growth	EA	58,027,300
Medicaid Special Exemption	GF	1,328,800
Growth	EA	2,794,400
Other	GF	(16,200)
	OF	61,100

Federal Match Rate Change GF 18,318,300

The JLBC recommends an increase of \$18,318,300 from the General Fund to fill in a one-time FY 2004 increase in Federal Funds for the Title XIX program. Under the Title XIX program state monies provide approximately a 33% match to the Federal Funds received. The federal Jobs and Growth Tax Relief and Reconciliation Act of 2003 included a temporary increase of 2.95% in the federal matching assistance percentage (FMAP) for the last quarter of FY 2003 and all of FY 2004, providing more Federal Funds for each dollar spent and generating General Fund savings of \$18,318,300 in FY 2004. This federal match rate change expires at the end of FY 2004 and the JLBC recommends filling in these one-time savings.

OTHER ISSUES FOR LEGISLATIVE CONSIDERATION

FY 2004 Supplemental

The JLBC recommends a FY 2004 supplemental adjustment of \$8,038,000 from the General Fund and \$14,875,900 in Federal Title XIX expenditure authority for caseload and capitation rate growth in the Title XIX Children's Rehabilitative Services and Behavioral Health programs. These details of these increases are addressed in the individual programs. FY 2004 numbers in the summary number table have not been adjusted for this recommended supplemental.

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JLBC RECOMMENDED FORMAT — Operating Lump Sum with Special Line Items by Program

JLBC RECOMMENDED FOOTNOTES

Standard Footnotes

In addition to the appropriation for the Department of Health Services, earnings on state lands and interest on the investment of the Permanent Land Funds are appropriated to the State Hospital in compliance with the Enabling Act and the Constitution of Arizona.

A monthly report comparing total expenditures for the month and year-to-date as compared to prior year totals shall be forwarded to the President of the Senate, the Speaker of the House of Representatives, the Chairmen of the Senate and House Appropriations Committees and the Director of the Joint Legislative Budget Committee by the thirtieth of the following month. The report shall include an estimate of (1) potential shortfalls in programs, (2) potential Federal and Other Funds, such as the statewide assessment for indirect costs, that may be available to offset these shortfalls, and a plan, if necessary, for eliminating any shortfall without a supplemental appropriation, and (3) total expenditure authority of the month and year-to-date for Seriously Mentally Ill State Match for Title XIX, Seriously Mentally Ill Non-Title XIX, Children's Behavioral Health Services, Children's Behavioral Health State Match for Title XIX, Mental Health Non-Title XIX, Substance Abuse Non-Title XIX, Seriously Emotionally Handicapped Children and Children's Rehabilitative Services.

Notwithstanding A.R.S. § 35-173C, any transfer to or from the amounts appropriated for Seriously Mentally Ill State Match for Title XIX, Seriously Mentally Ill Non-Title XIX, *Arnold v. Sarn*, Children's Behavioral Health Services, Children's Behavioral Health State Match for Title XIX, Mental Health Non-Title XIX, Substance Abuse Non-Title XIX, Mental Health and Substance Abuse State Match for Title XIX, Seriously Emotionally Handicapped Children, Children's Rehabilitative Services, AHCCCS - Children's Rehabilitative Services, Adult Cystic Fibrosis, Adult Sickle Cell Anemia, HIGH RISK PERINATAL SERVICES, COUNTY PRENATAL SERVICES GRANT, Community Placement Treatment, Sexually Violent Persons, COUNTY TUBERCULOSIS PROVIDER CARE AND CONTROL, KIDNEY PROGRAM, COUNTY NUTRITION SERVICES, Community Health Centers, Vaccines, Renal and Nonrenal Disease Management, AIDS reporting and surveillance, Telemedicine, University

of Arizona Poison Center funding and the Poison Control Center funding shall require approval of the Joint Legislative Budget Committee. THE DEPARTMENT MAY TRANSFER MONIES BETWEEN THE AMOUNTS APPROPRIATED FOR PROPOSITION 204 CHILDREN'S BEHAVIORAL HEALTH SERVICES, PROPOSITION 204 SERIOUSLY MENTALLY ILL SERVICES, AND PROPOSITION 204 GENERAL MENTAL HEALTH AND SUBSTANCE ABUSE WITHOUT APPROVAL FROM THE JOINT LEGISLATIVE BUDGET COMMITTEE BUT MAY NOT TRANSFER MONIES TO AND FROM THESE LINE ITEMS TO ANY OTHER LINE ITEM EXCEPT AS PROVIDED ABOVE WITHOUT THE APPROVAL OF THE JOINT LEGISLATIVE BUDGET COMMITTEE. The amounts appropriated for these items shall be used exclusively for contracts for the provision of services to clients unless a transfer of monies is approved by the Joint Legislative Budget Committee or unless otherwise permitted to be expended for administrative costs as specified in this act. Monies shall not be used from these appropriated amounts for any other expenses of the Department of Health Services, unless a transfer of monies is approved by the Joint Legislative Budget Committee. *(The JLBC recommends restoring High Risk Perinatal Services, County Prenatal Services Grant, County Tuberculosis Provider Care and Control, Kidney Program, and County Nutrition Services to the footnote. In FY 2003, transfers to and from these line items were prohibited unless approved by the Joint Legislative Budget Committee, but the line items were inadvertently omitted from this footnote in FY 2004. The JLBC also recommends giving the department flexibility to transfer monies between the 3 Proposition 204 behavioral health services line items.)*

Deletion of Prior Year Footnotes

The JLBC recommends deleting the one-time footnote concerning the temporary changes to the federal matching assistance percentage designed to give fiscal relief to states. These changes expire at the end of FY 2004 and the footnote is no longer required.

SUMMARY OF FUNDS	FY 2003 Actual	FY 2004 Estimate
Agreements/IGA (HSA2144/2500/A.R.S. § 35-142)		Non-Appropriated
Source of Revenue: Intergovernmental agreements between DHS and other state and local entities. Includes subaccounts for Liquor Services Fees authorized under A.R.S. § 4-203.02 (FY 2003 revenue \$41,700) and Arizona State Hospital Rental Income (FY 2003 revenue: \$526,200).		
Purpose of Fund: To fund services which DHS has agreed to perform at the request of, or in conjunction with, public agencies.		
Funds Expended	29,852,900	20,494,500
Year-End Fund Balance	11,282,100	8,645,600
Arizona Medical Board Fund (HSA2038)		Appropriated
Source of Revenue: An FY 2004 appropriation from the Medical Board Arizona Medical Board Fund		
Purpose of Fund: To pay physician and mid-level practitioner student loans in order to encourage providers to practice in rural areas <i>(See Arizona Medical Board section in the FY 2004 Recommendations Book for more detail on the Arizona Medical Board Fund.</i>		
Funds Expended	0	100,000
Year-End Fund Balance	0	0

SUMMARY OF FUNDS	FY 2003 Actual	FY 2004 Estimate
Arizona State Hospital Capital Construction (ADA2466/Laws 2000, Chapter 1, as amended)	Non-Appropriated	
Source of Revenue: \$77,500,000 over 4 fiscal years, beginning FY 2000 through FY 2003 from the Budget Stabilization Fund (BSF). While Laws 2000, Chapter 1 originally specified that these BSF transfers would come from BSF interest earnings, Laws 2000, 7 th Special Session, Chapter 1 eliminated the requirement that interest earnings be the source of the BSF transfer.		
Purpose of Fund: For demolition, construction and renovation of the Arizona State Hospital.		
Funds Expended - Capital	21,501,200	3,400,000
Year-End Fund Balance	20,841,500	4,041,500
Arizona State Hospital (HSA3120/A.R.S. § 36-545.08)	Appropriated	
Source of Revenue: State monies and matching federal monies for disproportionate share payments at the Arizona State Hospital, Title XIX reimbursement for services provided at the Arizona State Hospital, and monies collected for services to clients at the state hospital.		
Purpose of Fund: To provide treatment of patients at the Arizona State Hospital or to place Arizona State Hospital patients in the community.		
Funds Expended	6,605,700	8,300,000
Year-End Fund Balance	6,174,200	4,549,300
Building Renewal (HSA2133/A.R.S. § 36-545.09)	Appropriated	
Source of Revenue: From lease of state-owned property (the former Southern Arizona Mental Health Center) in Tucson.		
Purpose of Fund: To maintain the property.		
Funds Expended - Capital	5,900	0
Year-End Fund Balance	100	100
Capital Outlay Stabilization (HSA1600)	Appropriated	
Source of Revenue: An FY 2004 appropriation of \$1,100,000 from the Arizona Department of Administration Capital Outlay Stabilization Fund and transfers from the Arizona Department of Administration (<i>see Arizona Department of Administration for more detail on Capital Outlay Stabilization Fund</i>).		
Purpose of Fund: Lease-purchase payments for the new state health laboratory (transfers from Arizona Department of Administration are spent for building renewal).		
Appropriated Funds Expended	0	1,100,000
Non-Appropriated Funds Expended	2,300	0
Year-End Fund Balance	0	0
Child Fatality Review (HSA3036/A.R.S. § 36-3504)	Appropriated	
Source of Revenue: A \$1 surcharge on fees collected on all certified copies of death certificates, up to \$100,000. Any revenue collected in excess of \$100,000 is transferred from the fund to the Child Abuse Prevention Fund in the Department of Economic Security.		
Purpose of Fund: To organize county child fatality review teams and to study data collected by these teams to determine ways to reduce the state's child mortality rate.		
Funds Expended	88,400	100,000
Year-End Fund Balance	63,800	63,800
Children's Behavioral Health Tobacco Settlement (HSA Account 63021/A.R.S. § 36-503.02)	Non-Appropriated	
Source of Revenue: Monies appropriated from the Tobacco Litigation Settlement Account. Statute did not create a separate fund for Children's Behavioral Health purposes, so monies remain with the State Treasurer. The account received a one-time appropriation of \$20,000,000 from tobacco settlement funds in FY 2001.		
Purpose of Fund: To provide behavioral health services to children who receive behavioral health services through DHS, the Department of Economic Security, the Department of Juvenile Corrections or the Administrative Office of the Courts. Monies may also be used to support telemedicine programs designed to facilitate the provision of behavioral health services to persons living in medically underserved areas.		
Appropriated Funds Expended	4,729,200	0
Non-Appropriated Funds Expended	0	5,729,000
Year-End Fund Balance	5,729,000	0

SUMMARY OF FUNDS	FY 2003 Actual	FY 2004 Estimate
Disease Control Research (DIA2090/A.R.S. § 36-274)		Non-Appropriated
Source of Revenue: Monies appropriated by the Legislature and any gifts, contributions or other monies received by the Disease Control Research Commission from any other source, including Proposition 204.		
Purpose of Fund: To be used for projects or services that may advance research in the causes, epidemiology and prevention of disease, including discovery and development.		
Appropriated Funds Expended	1,000,000	0
Non-Appropriated Funds Expended	1,982,300	2,772,600
Year-End Fund Balance	3,815,000	1,067,400
Donations - DHS (HSA3010/2025/A.R.S. § 36-132)		Non-Appropriated
Source of Revenue: Individual donations for various health related purposes.		
Purpose of Fund: For specific purposes as designated by the donors. Monies donated pursuant to A.R.S. § 36-213 and A.R.S. § 36-204 for the Arizona State Hospital are accounted for separately.		
Funds Expended	293,000	405,500
Year-End Fund Balance	1,511,300	1,609,900
Donations – Statewide (HSA2025/A.R.S. § 36-132)		Non-Appropriated
Source of Revenue: Individual donations from employee recognition events.		
Purpose of Fund: Employee recognition purposes		
Funds Expended	27,500	28,700
Year-End Fund Balance	24,900	17,400
Emergency Medical Services Operating (HSA2171/A.R.S. § 36-2218)		Appropriated
Source of Revenue: The fund receives 48.9% of the Medical Services Enhancement Fund revenues, which are collected from a 13% surcharge on fines charged for criminal offenses and civil motor vehicle statute violations.		
Purpose of Fund: To fund local and state emergency medical services systems.		
Funds Expended	3,216,600	3,810,900
Year-End Fund Balance	1,110,300	1,789,500
Environmental Laboratory Licensure Revolving (HSA3017/A.R.S. § 36-495.15)		Appropriated
Source of Revenue: Fees collected for environmental lab licensure, fees derived from department-sponsored workshops, and monies from gifts, grants, and donations.		
Purpose of Fund: For costs associated with licensing environmental laboratories by the Department of Health Services.		
Funds Expended	507,900	822,800
Year-End Fund Balance	519,900	291,800
Federal Child Care and Development (HSA2008/U.S. P.L 104-193)		Appropriated
Source of Revenue: Federal formula grant.		
Purpose of Fund: A portion of the Federal Child Care and Development Block Grant provides the Assurance and Licensure division with monies for the licensure of child care facilities.		
Funds Expended	287,900	410,800
Year-End Fund Balance	0	0
Federal Grants (HSA2000/A.R.S. § 35-142)		Non-Appropriated
Source of Revenue: Grants and reimbursements from the federal government. The total for FY 2003 includes \$106,559,100 in grants for the various components of the Federal Women, Infants, and Children (WIC) program, and \$26,223,400 for the Substance Abuse Block Grant. Federal reimbursement for the Title XIX program is not included in this fund and can be found listed in the Title XIX Services and County Contributions Fund.		
Purpose of Fund: To provide health services in accordance with the terms of each specific grant.		
Funds Expended	190,572,800	221,125,200
Year-End Fund Balance	2,722,300	2,902,600

SUMMARY OF FUNDS	FY 2003 Actual	FY 2004 Estimate
Federal Temporary Assistance for Needy Families (TANF) (HSA2007/A.R.S. § 35-142)		Non-Appropriated
Source of Revenue: Federal formula grant.		
Purpose of Fund: To provide perinatal services for women under 30 who are eligible for TANF or Arizona Works, and to provide abstinence-only education programs intended to prevent out-of-wedlock pregnancy.		
Non-Appropriated Funds Expended	171,600	40,000
Year-End Fund Balance	12,200	0
Indirect Cost (HSA9001/A.R.S. § 36-108)		Appropriated
Source of Revenue: Charges made to Federal Funds and interagency agreements in order to reimburse the agency for a portion of the administrative costs of the programs.		
Purpose of Fund: To pay a portion of the administrative personnel and overhead costs associated with various federal programs and interagency agreements.		
Funds Expended	4,274,500	6,873,300
Year-End Fund Balance	6,073,700	6,984,100
Indirect Cost Recovery (HSA9000/A.R.S. § 36-108)		Non-Appropriated
Source of Revenue: Prior to FY 2000, charges made to Federal Funds and interagency agreements in order to reimburse the agency for a portion of the administrative costs of the programs were placed in this non-appropriated fund. In FY 2000, this Indirect Cost Fund became appropriated. Monies were left in this fund to address outstanding obligations.		
Purpose of Fund: Prior to FY 2000, this fund paid a portion of the administrative personnel and overhead costs associated with various federal programs and interagency agreements.		
Funds Expended	0	0
Year-End Fund Balance	0	0
Internal Services (HSA4202/A.R.S. § 36-108)		Non-Appropriated
Source of Revenue: Charges from other DHS funds.		
Purpose of Fund: Revolving Fund used by DHS warehouse for the purchase of goods.		
Funds Expended	(26,300)	7,000
Year-End Fund Balance	126,200	126,200
Medical Services Enhancement (TRA2186/A.R.S. § 36-2219.01)		Non-Appropriated
Source of Revenue: A 13% penalty assessment on fines, violations, forfeitures, and penalties imposed by the courts for criminal offenses, civil motor vehicle statute violations, and game and fish violations.		
Purpose of Fund: Monies are distributed on a percentage basis to various non-appropriated and appropriated funds.		
Funds Transferred		
Department of Economic Security		
Spinal and Head Injuries Trust	2,012,000	2,053,000
Department of Health Services		
EMS Operating	4,472,200	4,563,200
Substance Abuse Services	2,158,400	2,202,300
General Fund	<u>503,000</u>	<u>513,300</u>
Total Funds Transferred	9,145,600	9,331,800
Medical Services Stabilization (HSA3037/A.R.S. § 36-2922)		Non-Appropriated
Source of Revenue: Transfer from AHCCCS Medical Services Stabilization Fund.		
Purpose of Fund: To offset increases above the appropriated amount in the cost of providing behavioral health care services to the medically indigent, medically needy or to low income children.		
Appropriated Funds Expended	680,400	0
Non-Appropriated Funds Expended	0	1,345,100
Year-End Fund Balance	1,201,300	0

SUMMARY OF FUNDS	FY 2003 Actual	FY 2004 Estimate
Newborn Screening Program (HSA2184/A.R.S. § 36-694.01)		Appropriated
Source of Revenue: A fee of \$20 as part of the hospital charges for each child born in Arizona.		
Purpose of Fund: To provide monies for the centralized testing of all newborns in the state for a standard set of metabolic disorders. Every 4 years the department solicits bids for the contracting of these tests. The State Health Lab holds the current contract. In addition, the fund provides monies for follow-up counseling for the parents of affected infants.		
Funds Expended	2,828,200	3,718,400
Year-End Fund Balance	1,303,300	320,500
Nursing Care Institution Resident Protection (HSA2329/A.R.S. § 36-446.08)		Appropriated
Source of Revenue: Civil penalties paid by nursing care institution administrators and assisted living facility managers for violations of their licenses or certifications.		
Purpose of Fund: For the protection of the health and property of residents of nursing care facilities that are found deficient.		
Funds Expended	0	38,000
Year-End Fund Balance	667,000	669,000
Oral Health (HSA2329/A.R.S. § 36-138)		Non-Appropriated
Source of Revenue: Monies received from Arizona Health Care Cost Containment System (AHCCCS) contracts for dental services.		
Purpose of Fund: To provide dental services to Medicaid-eligible children identified by the DHS Oral Health program.		
Funds Expended	4,900	44,600
Year-End Fund Balance	83,300	131,400
Poison Control (HSA2112/Laws 1999, Chapter 176)		Appropriated
Source of Revenue: Revenues from the Telecommunications Services Excise Tax, which is a 1.1% surcharge on local telephone bills. The fund receives revenues from this tax equal to 0.3% of local telephone bills.		
Purpose of Fund: To fund the Poison Control Center, located in Maricopa County, and the University of Arizona Poison Control Center, which provide poison control education, services, and treatment information.		
Funds Expended	1,387,500	1,850,000
Year-End Fund Balance	2,324,600	1,822,300
Prescription Drug Advisory Council (HSA3040/Laws 2002, Chapter 67)		Non-Appropriated
Source of Revenue: Gifts, grants and donations.		
Purpose of Fund: To fund costs associated with providing administrative support and assistance to the Council. DHS may only provide support and assistance to the Council if a minimum of \$100,000 is deposited in this fund.		
Funds Expended	0	0
Year-End Fund Balance	10,000	20,000
Risk Assessment (HSA2427/A.R.S. § 36-1693)		Non-Appropriated
Source of Revenue: Fees collected from persons, private entities, or state agencies other than the Department of Environmental Quality for risk assessments performed by DHS. The fund may also receive legislative appropriations, gifts, grants, or donations. In FY 2001, FY 2002, and FY 2003, the fund receives transfers of \$216,000 each year from the Water Quality Assurance Revolving Fund. There will be no transfer in FY 2004, and the department will continue to perform these functions through an ISA.		
Purpose of Fund: To conduct health effects studies and risk assessments of public health risks from environmental exposure, to evaluate and calculate cleanup standards, to communicate health risks to the public, and for administrative costs of those activities.		
Funds Expended	88,900	76,700
Year-End Fund Balance	219,800	119,800
Rural Area Kidney Dialysis Continuing Escrow (HSA2314)		Non-Appropriated
Source of Revenue: Executive Order 2000-13 allocated \$250,000 from the Health Crisis Fund in FY 2000.		
Purpose of Fund: For the construction of a kidney dialysis center in Mammoth, Arizona.		
Non-Appropriated Funds Expended	89,400	0
Year-End Fund Balance	0	0

SUMMARY OF FUNDS	FY 2003 Actual	FY 2004 Estimate
Serious Mental Illness Services (HSA2464/A.R.S. § 36-503.02)	Non-Appropriated	
Source of Revenue: Monies appropriated from the Tobacco Litigation Settlement Account, other legislative appropriations and interest earned on these monies. The fund received a one-time appropriation of \$50,000,000 from tobacco settlement funds in FY 2001.		
Purpose of Fund: To fund Community Housing, Vocational Rehabilitation, and other recovery support services to persons with serious mental illnesses.		
Appropriated Funds Expended	13,986,500	0
Non-Appropriated Funds Expended	0	4,878,000
Year-End Fund Balance	4,828,000	0
Spinal and Head Injuries Trust (HSA2335/A.R.S. § 36-211)	Appropriated	
Source of Revenue: Laws 2001, 2 nd Special Session, Chapter 1 amended Laws 2001, Chapter 283 to provide \$3,000,000 in FY 2002 from the Spinal and Head Injuries Trust Fund in the Department of Economic Security to DHS. There is no ongoing source of revenue for this fund.		
Purpose of Fund: To reimburse Level I Trauma Centers within hospitals in Southern Arizona for losses associated with trauma readiness costs.		
Funds Expended	0	0
Year-End Fund Balance	0	0
State Hospital Land Earnings (HSA3128/A.R.S. § 36-211)	Appropriated	
Source of Revenue: Monies received from interest on the Arizona State Hospital's Permanent Land Fund, as established through Arizona's Enabling Act, Section 25, and the monies derived from the lease of these lands and miscellaneous revenue.		
Purpose of Fund: For the benefit and support of the Arizona State Hospital.		
Funds Expended	632,500	650,000
Year-End Fund Balance	312,300	22,000
Substance Abuse Services (HSA2227/A.R.S. § 36-2005)	Appropriated	
Source of Revenue: The fund receives 23.6% of monies collected from Medical Services Enhancement Fund, which is a 13% penalty levied on criminal offenses, motor vehicle civil violations and game and fish violations. Monies are deposited into 2 subaccounts.		
Purpose of Fund: To provide alcohol and other drug screening, education or treatment for persons court-ordered to attend and who do not have the financial ability to pay for the services, to contract for preventive or rehabilitative and substance abuse services, and to provide priority for treatment services to pregnant substance abusers.		
Funds Expended	3,350,000	0
Year-End Fund Balance	1,051,800	3,149,500
Title XIX Services and County Contributions (HSA2500/A.R.S. § 35-142)	Non-Appropriated	
Source of Revenue: The fund receives federal match dollars for treating behavioral health problems in Title XIX-eligible persons, federal match dollars for Title XIX-eligible persons in the Children's Rehabilitative Services (CRS) program, and Maricopa and Pima Counties' contributions for treating persons with behavioral health problems.		
Purpose of Fund: For accounting purposes, these monies are considered part of the Agreements/IGA Fund. However, for informational purposes, the revenues and expenditures related to behavioral health and the CRS program have been separated from the Agreements Fund.		
Funds Expended	368,838,300	447,461,700
Year-End Fund Balance	0	0
Arizona Tobacco Litigation Settlement (A.R.S. § 36-2901.02)	Non-Appropriated	
Source of Revenue: Monies received from the Tobacco Litigation Master Settlement Agreement. Funds are transferred to this account for DHS programs. <i>(See AHCCCS section for further detail on this fund.)</i>		
Purpose of Fund: Monies are used for Public Health programs established by Proposition 204, as well as Behavioral Health.		
Funds Expended	46,809,500	46,809,500
Year-End Fund Balance	0	0

SUMMARY OF FUNDS	FY 2003 Actual	FY 2004 Estimate
Tobacco Tax and Health Care - Health Crisis Fund (HSA2312/A.R.S. § 36-797)	Non-Appropriated	
Source of Revenue: The account receives transfers from the Medically Needy Account, which is managed by AHCCCS. The transfers shall be sufficient to maintain an annual fund balance of \$1,000,000.		
Purpose of Fund: Monies may only be used for expenses incurred for a health crisis which is declared by the Governor by Executive Order. The fund balance shall not exceed \$1,000,000 but may fall below that amount during a fiscal year as a result of approved expenditures. Expenditures shall not exceed \$1,000,000 annually.		
Funds Expended	330,000	0
Funds Expended – Prior Year Allocations	33,700	0
Funds Transferred Out	600,000	1,000,000
Funds Transferred Out – Prior Year Allocations	32,000	0
Year-End Fund Balance	70,000	0
Tobacco Tax and Health Care - Health Education Account (HSA1308/A.R.S. § 36-772)	Non-Appropriated	
Source of Revenue: The account receives 23¢ of each dollar deposited in the Tobacco Tax and Health Care Fund and 2¢ of each dollar in the Tobacco Products Tax Fund.		
Purpose of Fund: Monies are used for community-based education and evaluation, and other programs to discourage tobacco use among the general public, specifically targeting minors and culturally diverse populations. The monies from the Tobacco Products Tax Fund are used for the prevention and detection of the 4 leading causes of death.		
Transfer to Other Accounts	5,000,000	0
Appropriated Funds Expended	2,500,000	0
Non Appropriated Funds Expended	21,127,200	24,478,000
Year-End Fund Balance	1,611,000	3,732,400
Tobacco Tax and Health Care - Health Research Fund (DSA2096/A.R.S. § 36-275, A.R.S. § 36-773)	Non-Appropriated	
Source of Revenue: The fund receives 5¢ of each dollar deposited in the Tobacco Products Tax Fund. In addition, all monies in the Health Research Account (which receives 5¢ of each dollar deposited in the Tobacco Tax and Health Care Fund) are deposited into the fund.		
Purpose of Fund: Monies are used for research into the prevention and treatment of tobacco-related disease and addiction.		
Non-Appropriated Funds Expended	4,375,800	9,436,100
Appropriated Funds Expended	3,000,000	6,500,000
Year-End Fund Balance	5,080,200	967,100
Tobacco Tax and Health Care - Medically Needy Account (HSA1306/A.R.S. § 36-774)	Non-Appropriated	
Source of Revenue: The account receives funding from the Medically Needy Account of the Tobacco Tax and Health Care Fund, which is managed by AHCCCS. The fund shows \$0 Year-End Balances because all monies remaining unexpended at the end of the fiscal year revert to the AHCCCS Medically Needy Account. <i>(See Tobacco Tax Table in the AHCCCS section.)</i>		
Purpose of Fund: Monies are used for a variety of health programs that are intended to increase primary care and mental health services for uninsured and low-income populations.		
Appropriated Funds Expended	17,671,200	29,424,800
Non-Appropriated Funds Expended	16,423,400	0
Year-End Fund Balance	0	0
Vital Records Electronic Systems (HSA9739/A.R.S. § 36-342.01)	Partially Appropriated	
Source of Revenue: 40% of fees collected for searches, copies of records, applications to file delayed records, requests for supplementary birth certificates, following adoption, legitimation, paternity determination, surgical alterations, and chromosomal counts, or amendments to existing records.		
Purpose of Fund: To develop a new vital records automated system.		
Appropriated Funds Expended	0	1,400,000
Non-Appropriated Funds Expended	88,500	0
Year-End Fund Balance	679,800	109,100

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